

HALF YEARLY REPORT

UN-AUDITED

For the Period Ended

December 31, 2017



Kohinoor Spinning Mills Limited

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Muhammad Naveed	(Chief Executive)
Khawaja Muhammad Jawed	(Director)
Khawaja Muhammad Jahangir	(Director)
Khawaja Muhammad Tanveer	(Director)
Khawaja Muhammad Kaleem	(Director)
Khawaja Muhammad Nadeem	(Director)
Mr. Muhammad Hamza Yousaf	(Director)
Mr. Muhammad Tariq Sufi	(Independent Director)

AUDIT COMMITTEE

Khawaja Muhammad Jahangir	(Chairman)
Khawaja Muhammad Kaleem	(Member)
Khawaja Muhammad Nadeem	(Member)

HR & REMUNERATION COMMITTEE

Khawaja Muhammad Kaleem	(Chairman)
Khawaja Muhammad Nadeem	(Member)
Mr. Muhammad Naveed	(Member)

CORPORATE SECRETARY

Hasan Ahmed Khan	ACA
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CHIEF FINANCIAL OFFICER

Mr. Muhammad Saeed Zafar	M.B.A
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BANKERS

Habib Metro Bank Limited
MCB Bank Limited
National Bank of Pakistan
Allied Bank of Pakistan
Meezan Bank Limited
Askari Bank Limited
Saudi Pak Industrial & Agricultural Investment Company Limited

AUDITOR

Nasir Javaid Maqsood Imran
Chartered Accountants
Office # 12 & 13, 3rd Floor, Fazal Arcade,
F-11 Markaz, Islamabad. Pakistan

CORPORATE & REGISTERED OFFICE

7/1-E-3 Main Boulevard Gulberg III, Lahore
Tel : (042) 35717510
Fax : (042) 35755760

SHARE REGISTRARS

Corp link (Pvt) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel : (042) 35839182
Fax : (042) 35869037

MILLS

Unit I & II
Aminabad, Chakwal
Tel : (0543) 644254 - 644281

Unit III
Yousaf Nagar, Bhoun Road,
Chakwal.
Tel: (0543)452070-71



NASIR JAVAID MAQSOOD IMRAN Chartered Accountants

Islamabad Office:
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AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim balance sheet of Kohinoor Spinning Mills Limited as at December 31, 2017 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes forming part thereof (herein after referred to as the "condensed interim financial information") for the half year then ended. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with the approved accounting standards as applicable in Pakistan relating to the interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended December 31, 2017

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial information consist of making inquires primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan relating to interim financial reporting.

Date: 28 February 2018
Place: Islamabad


Nasir Javid Maqsood Imran
Chartered Accountants

-- Imran Ul Haq, FCA

Karachi Office:

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Lahore Office:

Office # 1102, Al-Hafeez Heights, 66-D/1, Ghalib Road, Gulberg-III, Lahore

DIRECTORS' REPORT

On behalf of the Directors of **Kohinoor Spinning Mills Limited**, it is my pleasure to present six months accounts for the period ended 31 December 2017.

Your Company has incurred a net loss of Rs. 172.541 million as compared to a net loss of Rs. 266.636 million for the corresponding period last year. The Company sale has improved and touched Rs. 1,387.983 million as compared to Rs. 842.268 million for the corresponding period last year. This improvement in performance is due to comparatively better plant capacity utilization.

Raw material prices are uncertain these days, but yarn prices are not reflecting rise in material prices. This phenomenon results in huge losses. After raw material management, fuel and power availability is our most serious concern. The availability of WAPDA supplied electricity is erratic, though, these days we are getting 24 hours electricity from WAPDA. Huge backlog of sales tax refund is pending on part of Government of Pakistan. This has created liquidity crisis for spinners. The Government is increasing RLNG prices on the pretext of rise in US dollar rate Vs. Pak rupee. As Punjab mills are getting RLNG in major portion, fuel and power cost has increased many folds for Punjab spinners.

The directors of your Company assure you that they are interested in running the mills despite worse ever crisis being faced by spinning industry. The directors inject funds whenever needed by the Company and would not deviate from this practice in future. As per approval of shareholders of the Company in EOGM dated 05th May 2017 and subsequent approval of SECP, the Company has issued shares at premium to the directors of the Company in October 2017 . This shows Directors' intention to keep the project running even in these difficult times.

In the end, I assure you that the management of your company will continue its efforts to improve the overall performance of the Company through increased productivity, cost control and by devising innovative marketing strategies.

For and on behalf of the Board



Lahore:
February 28, 2018

(Mr. Muhammad Naveed)
Chief Executive

ڈائریکٹرز رپورٹ

کوڈونور سپننگ ملز کے بورڈ آف ڈائریکٹرز کی جانب سے میں 31 دسمبر 2017 پر اختتام شدہ ششماہی کے حسابات پیش کرتے ہوئے خوشی محسوس کر رہا ہوں۔

آپ کی کمپنی کو پچھلے سال کے 266.636 ملین روپے کے خالص نقصان کے مقابلے میں اس سال 172.541 ملین روپے خالص نقصان ہوا ہے۔ کمپنی کی فروخت میں بہتری آئی ہے اور پچھلے سال اس ششماہی کی 842.268 ملین روپے کی فروخت کے مقابلے میں اس سال اس نے 1387.983 ملین روپے کی سطح کو چھوا ہے۔ کارکردگی میں اس بہتری کی وجہ پیداواری استعداد کا نسبتاً بہتر استعمال ہے۔

خام مال کی قیمتیں آج کل غیر یقینی ہیں مگر دھاکے کی قیمتوں میں خام مال کی قیمتوں کا اثر ظاہر نہیں ہو رہا ہے۔ جس کی وجہ سے بڑے پیمانے پر نقصان ہوتا ہے۔ خام مال کے بعد ایندھن اور بجلی کی فراہمی ہمارے لیے اہم ترین ہے۔ واپڈا کی بجلی قفل کا شکار رہتی ہے تاہم آج کل واپڈا کی بجلی 24 گھنٹے مہیا ہو رہی ہے۔ سیل ٹیکس ریٹز کی ایک بڑی مقدار حکومت پاکستان کی طرف واجب الادا ہے۔ اس کی وجہ سے سوت کا کاروبار کرنے والوں کے لیے ممانعت کا بحران پیدا ہو گیا ہے۔ حکومت پاک روپے کے مقابلے میں امریکی ڈالر کی بڑھتی قیمت کے پس منظر میں RLNG کی قیمتوں میں اضافہ کر رہی ہے۔ جیسے کہ پنجاب کی ملوں میں زیادہ تر RLNG استعمال ہو رہی ہے، ایندھن اور ٹرانزٹ کی لاگت پنجاب کے سوت کا کاروبار کرنے والوں کے لیے کئی گنا بڑھ گئی ہے۔

کمپنی کے ڈائریکٹران آپ کو یقین دلاتے ہیں کہ وہ باوجود سوت کی صنعت میں بدترین بحران کے، ملوں کو چلانے میں دلچسپی رکھتے ہیں۔ ڈائریکٹر کمپنی کو ضرورت پڑنے پر فنڈ جاری کرتے ہیں اور مستقبل میں بھی اس عمل کو جاری رکھیں گے۔ کمپنی کے حصہ داران کی جانب سے 5 مئی 2017 EOGM میں دی گئی اجازت اور بعد ازاں SECP کی جانب سے دی گئی اجازت کے مطابق، کمپنی نے ڈائریکٹروں کو اکتوبر 2017 میں پرییم پر حصہ جات جاری کئے ہیں۔ یہ ڈائریکٹروں کے اس ارادے کو ظاہر کرتا ہے کہ وہ ان مشکل حالات میں بھی کام جاری رکھنا چاہتے ہیں۔

آخر میں، میں آپ کو یقین دلاتا ہوں کہ آپ کی کمپنی کے منتظمین، کمپنی کی مجموعی کارکردگی کو پیداوار بڑھا کر، لاگت کو کنٹرول کر کے اور جدت طراز مارکیٹنگ حکمت عملی وضع کر کے بہتر بنائیں گے۔

بورڈ آف ڈائریکٹرز کی طرف سے



محمد نوید
(چیف ایگزیکٹو)

لاہور

تاریخ: 28 فروری 2018

CONDENSED INTERIM BALANCE SHEET

	Note	Un-Audited December 31, 2017 (Rupees)	Audited June 30, 2017 (Rupees)
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised Capital 300,000,000 (June 30, 2017 - 300,000,000) ordinary shares of Rs.5 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid up capital			
215,714,285 (June 30, 2017 - 130,000,000) ordinary shares of Rs.5 each	5	1,078,571,425	650,000,000
85,714,285 (June 30, 2017 - Nil) ordinary shares of Rs.2 each premier share		171,428,570	-
Reserves		(1,115,332,694)	(943,099,559)
		134,667,301	(293,099,559)
NON-CURRENT LIABILITIES			
Loan from directors		410,726,521	1,000,526,516
Long term Loans		117,647,056	164,705,880
Liabilities against assets subject to finance lease		-	-
Supplier's credit		-	-
Deferred liabilities		118,576,647	119,911,749
		646,950,224	1,285,144,145
CURRENT LIABILITIES			
Trade and other payables		263,900,836	299,907,870
Accrued Interest on loans and borrowings		221,065,554	149,300,085
Short-term borrowings		1,406,354,111	1,406,765,835
Current portion of non current liabilities		359,876,810	313,897,984
Provision for taxation		37,618,901	21,278,983
		2,288,816,212	2,191,150,757
		3,070,433,737	3,183,195,343

The annexed notes form an integral part of these condensed interim financial information.

Lahore:
February 28, 2018


(Mr. Muhammad Naveed)
Chief Executive

AS AT DECEMBER 31, 2017 (UN-AUDITED)

	Notes	Un-Audited December 31, 2017 (Rupees)	Audited June 30, 2017 (Rupees)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6	1,862,399,795	1,913,004,745
Long term deposits		10,561,342	10,561,342
Long term investments	7	723,492	415,800
		1,873,684,629	1,923,981,887
CURRENT ASSETS			
Stores and spares		146,614,632	156,828,764
Stock-in-trade	8	819,874,487	853,765,055
Trade debts		102,708,321	160,346,319
Loans and advances		84,413,347	67,462,832
Trade deposits, short term prepayments and other receivables		38,785,796	18,434,115
Cash and bank balances		4,352,525	2,376,370
		1,196,749,108	1,259,213,456
		<u>3,070,433,737</u>	<u>3,183,195,343</u>



(Mr. Muhammad Hamza Yousaf)
Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Notes	Half Year Ended		Quarter Ended	
		Dec. 31, 2017 (Rupees)	Dec. 31, 2016 (Rupees)	Dec.31, 2017 (Rupees)	Dec. 31, 2016 (Rupees)
SALES - NET		1,387,982,981	842,267,820	659,258,257	555,977,246
COST OF SALES	9	(1,424,665,161)	(974,811,973)	(710,031,064)	(671,153,229)
GROSS (LOSS)		(36,682,180)	(132,544,153)	(50,772,807)	(115,175,983)
OPERATING EXPENSES					
Distribution Cost		(3,778,639)	(7,170,345)	(2,869,404)	(1,497,767)
Administrative		(39,001,201)	(46,625,894)	(18,827,429)	(24,398,801)
		(42,779,840)	(53,796,239)	(21,696,833)	(25,896,568)
OPERATING (LOSS)		(79,462,019)	(186,340,392)	(72,469,639)	(141,072,551)
Financial cost		(75,822,783)	(82,025,744)	(37,408,716)	(59,443,536)
Other operating income		93,763	1,828,238	93,763	298,311
		(75,729,020)	(80,197,506)	(37,314,953)	(59,145,225)
(LOSS) BEFORE TAXATION		(155,191,040)	(266,537,898)	(109,784,593)	(200,217,776)
TAXATION	10	(17,349,787)	(97,994)	(10,062,540)	3,060,603
(LOSS) AFTER TAXATION		(172,540,827)	(266,635,892)	(119,847,133)	(197,157,173)
(LOSS) PER SHARE - BASIC & DILUTED	11	(0.80)	(2.05)	(0.56)	(1.52)

The annexed notes form an integral part of these condensed interim financial information.



(Mr. Muhammad Naveed)
Chief Executive



(Mr. Muhammad Hamza Yousaf)
Director


Lahore:
February 28, 2018

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017**

	Half Year Ended		Quarter Ended	
	Dec. 31, 2017 (Rupees)	Dec. 31, 2016 (Rupees)	Dec. 31, 2017 (Rupees)	Dec. 31, 2016 (Rupees)
(Loss) after taxation	(172,540,827)	(266,635,892)	(69,183,028)	(197,157,173)
Other Comprehensive income				
Items that may be reclassified subsequently to profit and loss	-	-	-	-
Unrealized gain due to change in fair value of long term investment	307,692	86,487	241,164	86,487
Items that will not reclassified to profit and loss	-	-	-	-
Total comprehensive (Loss)	(172,233,135)	(266,549,405)	(68,941,864)	(197,070,686)

The annexed notes form an integral part of these condensed interim financial information.

Lahore:
February 28, 2018


(Mr. Muhammad Naveed)
Chief Executive


(Mr. Muhammad Hamza Yousaf)
Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	Share Capital	Premier Share	Revenue Reserves		Total
			Accumulated (Loss)	Fair Value Reserve	
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Balance as at July 01, 2016	650,000,000	-	(259,666,018)	(584,200)	389,749,782
(Loss) for the period ended after taxation		-	(266,635,892)	-	(266,635,892)
Unrealized gain due to change in fair Value of long term investment	-	-	-	86,487	86,487
Balance as on December 31, 2016	650,000,000	-	(526,301,910)	(497,713)	123,200,377
Balance as on July 01, 2017	650,000,000	-	(942,515,359)	(584,200)	(293,099,559)
Increase 85,714,285 share @ 5/- in paid up capital	428,571,425	-	-	-	428,571,425
Increase 85,714,285 share @ 2/- in premier share	-	171,428,570	-	-	171,428,570
(Loss) for the period ended after taxation	-	-	(172,540,827)	-	(172,540,827)
Unrealised gain due to change in fair value of long term investment	-	-	-	307,692	307,692
Balance as on December 31, 2017	1,078,571,425	171,428,570	(1,115,056,186)	(276,508)	134,667,301

The annexed notes form an integral part of these condensed interim financial information.



(Mr. Muhammad Naveed)
Chief Executive



(Mr. Muhammad Hamza Yousaf)
Director

Lahore:
February 28, 2018

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2017

	December 31, 2017 Un-Audited (Rupees)	December 31, 2016 Un-Audited (Rupees)
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(155,191,040)	(266,537,898)
Adjustments of non cash charges and other items:		
Depreciation / amortization	50,566,924	54,566,381
Gratuity	11,411,650	14,235,348
(Loss)/Gain on sale of fixed assets	23,026	(1,799,530)
Interest income	-	(28,708)
Financial cost	75,822,783	82,025,744
Operating profit before working capital changes	(17,366,657)	(117,538,663)
Decrease/(increase) in current assets		
Stores and spares	10,214,132	11,169,760
Stock-in-trade	33,890,568	(46,676,968)
Trade debts	57,637,998	180,001,189
Loan & advances	(16,950,515)	1,834,193
Trade deposits, prepayments & other receivables	(20,351,681)	9,220,215
	64,440,502	155,548,389
Decrease/increase in current liabilities		
Trade and other payables	(36,007,034)	22,944,853
	11,066,811	60,954,579
Financial cost paid	(4,057,314)	(49,846,719)
Income tax paid	(1,009,869)	(3,158,756)
Gratuity paid	(12,746,748)	(17,774,223)
Net cash used in operations	(6,747,120)	(9,825,119)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, Plant & Equipment	-	(6,740,932)
Long term loans	-	(87,678)
Proceeds from disposal property, plant and equipment	15,000	2,925,000
Interest income	-	28,708
Net cash used in investing activities	15,000	(3,874,902)
CASH FLOW FROM FINANCING ACTIVITIES		
(Repayments)/proceeds from:		
Increase in paid up capital	428,571,425	-
Increase in premier share	171,428,570	-
Decrease in Long term loan from directors	(589,799,995)	-
Decrease in finance lease liabilities	(1,080,000)	(3,075,084)
Decrease/Increase in short term borrowings	(411,724)	16,190,079
Net cash generated from financing activities	8,708,276	13,114,995
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS	1,976,156	(585,025)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	2,376,370	11,412,802
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4,352,526	10,827,777

The annexed notes form an integral part of these condensed interim financial information.

Lahore:
February 28, 2018

(Mr. Muhammad Naveed)
Chief Executive

(Mr. Muhammad Hamza Yousaf)
Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2017

1. NATURE AND STATUS OF BUSINESS

KOHINOOR SPINNING MILLS LIMITED was incorporated on 23rd July, 1970 as a public limited company in Pakistan under the Companies Ordinance, 1984 and is quoted on Karachi stock exchange. The registered office of the company is situated at 7/1, E/3, Main Boulevard Gulberg III, Lahore. The company is engaged in the business of textile spinning.

2. BASIS OF PRESENTATION

This interim condensed financial statement is unaudited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984. These interim condensed financial statements has been prepared in accordance with the International Accounting Standard 34 (Interim Financial Reporting). In case where requirement differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed. These condensed interim financial statements should be read in conjunction with the audited annual published Financial statements of the company for the year ended June 30, 2017.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the preceding annual published financial statements of the company for the year ended June 30, 2017.

Amendments to certain existing standards and new interpretation on approved accounting standards that become effective during the period either were not relevant to the Company's operations or did not have any significant impact on the accounting policies of the Company.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Judgments and estimates made by the management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended 30 June 2017.

4.2 The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2017.

	Notes	Un-Audited Dec. 31, 2017 (Rupees)	Audited June 30, 2017 (Rupees)
5. SHARE CAPITAL			
Issued, subscribed and paid up			
213,439,285 (June 30, 2017 -127,725,000) ordinary shares of Rupees 5/- each, issued for cash		1,067,196,425	638,625,000
2,275,000 (June 30, 2017 -2,275,000) ordinary shares of Rupees 5/- each, issued as bonus shares		11,375,000	11,375,000
85,714,285 (June 30, 2017 -Nil) ordinary shares of Rupees 2/- each, issued as premier shares		171,428,570	-
		1,249,999,995	650,000,000
	Notes	Un-Audited Dec. 31, 2017 (Rupees)	Audited June 30, 2017 (Rupees)
6. PROPERTY, PLANT AND EQUIPMENT			
Opening writtendown value		1,874,653,783	1,982,213,932
Transfer during the period	6.1	-	5,916,300
		1,874,653,783	1,988,130,232
Deletion during the period	6.2	(69,900)	(19,254,925)
		1,874,583,882	1,968,875,307
Depreciation charged during the period		(49,528,421)	(104,380,596)
Depreciation Adjusted during the period		(31,874)	10,159,072
		1,825,023,587	1,874,653,783
LEASED			
Opening writtendown value		38,350,962	44,917,867
Additions/transfer during the period		-	-
		38,350,962	44,917,867
Transfer during the period		-	(5,916,300)
		38,350,962	39,001,567
Amortization charged during the period		(974,754)	(3,578,763)
Amortization adjusted during the period		-	2,928,157
		37,376,208	38,350,962
		1,862,399,795	1,913,004,745
6.1 TRANSFER DURING THE PERIOD			
Plant and machinery		-	5,916,300
		-	5,916,300
6.2 DELETION DURING THE PERIOD			
Vehicles		(69,900)	(19,254,925)
		(69,900)	(19,254,925)

	Un-Audited December 31, 2017 (Rupees)	Audited June 30, 2017 (Rupees)
7. LONG TERM INVESTMENTS		
Held as available for sale		
Others - Quoted		
KASB Modaraba (Former First Mehran Modaraba)		
166,320 modaraba certificates	723,492	415,800
of Rupees 10 each.	<u>723,492</u>	<u>415,800</u>
8. STOCK-IN-TRADE		
Raw material	601,278,763	715,665,406
Work-in-process	163,521,710	201,831,124
Finished goods	53,620,934	214,604,831
Waste	1,453,080	18,221,699
	<u>819,874,487</u>	<u>1,150,323,060</u>

	Half Year Ended		Quarter Ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
9. COST OF SALES				
Cost of goods manufactured	1,411,270,224	979,475,057	653,200,598	708,019,089
Opening stock of finished goods	68,468,951	201,029,306	111,904,480	168,826,530
Closing stock of finished goods	(55,074,014)	(205,692,390)	(55,074,014)	(205,692,390)
	<u>1,424,665,161</u>	<u>974,811,973</u>	<u>710,031,064</u>	<u>671,153,229</u>

	Un-Audited December 31, 2017 (Rupees)	Audited June 30, 2017 (Rupees)
10. TAXATION		
Opening balance	21,278,983	17,740,275
For the current period	17,349,787	20,630,464
For the Prior period	-	(11,462,613)
	<u>38,628,770</u>	<u>26,908,126</u>
Less: adjusted	(1,009,869)	(5,629,144)
Closing balance	<u>37,618,901</u>	<u>21,278,983</u>

11. (LOSS) PER SHARE - Basic & Diluted

	Half Year Ended		Quarter Ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
(Loss) after taxation	(172,540,827)	(266,635,892)	(119,847,133)	(197,157,173)
Weighted average number of ordinary shares	215,714,285	130,000,000	215,714,285	130,000,000
(Loss) per share - Basic & Diluted	(0.80)	(2.05)	(0.56)	(1.52)

11.1 Diluted earning per share

There is no dilution effect on the basic earning per share of the company as the company has no such commitments.

12. TRANSACTION WITH RELATED PARTIES

The transactions between the company and related parties are at arm's length prices determined in accordance with comparable uncontrolled price method. The company during the period ending December 31, 2017 entered to following transactions with its related parties:

	Un-Audited December 31, 2017 (Rupees)	Un-Audited December 31, 2016 (Rupees)
Purchase of raw material and goods (Chakwal Textile Mills Ltd.)	-	50,440,123
Purchase of raw material and goods Yousaf Weaving Mills Ltd. (Spinning Unit)	626,655	-

13. AUTHORISATION FOR ISSUE

These condensed interim Financial statement have been authorised for issue on February 28, 2018 by the Board of Directors of the company.

14. GENERAL

Figures have been rounded off to the nearest rupee.



(Mr. Muhammad Naveed)
Chief Executive



(Mr. Muhammad Hamza Yousaf)
Director

Lahore:
February 28, 2018